### § 304.20

Hospitals, and Nonprofit Organizations).

- (2) Part 75 (Direct Grant Programs).
- (3) Part 77 (Definitions That Apply to Department Regulations).
- (4) Part 79 (Intergovernmental Review of Department of Education Programs and Activities).
- (5) Part 80 (Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments).
- (6) Part 81 (General Education Provisions Act—Enforcement).
- (7) Part 82 (New Restrictions on Lobbying).
- (8) Part 85 (Governmentwide Debarment and Suspension (Nonprocurement) and Governmentwide Requirements for Drug-Free Workplace (Grants)).
- (9) Part 86 (Drug-Free Schools and Campuses).
- (10) Part 97 (Protection of Human Subjects).
- (11) Part 98 (Student Rights in Research, Experimental Programs and Testing).
- (12) Part 99 (Family Educational Rights and Privacy).
- (b) The regulations in this part 304.

(Authority: 20 U.S.C. 1473; 20 U.S.C. 3474(a))

## Subpart B—What Conditions Must Be Met By the Grantee?

### § 304.20 What are the requirements for directing grant funds?

- (a) The Secretary, as appropriate, identifies in a notice published in the FEDERAL REGISTER, the percentage (up to 75 percent) of a total award under the program that must be used to support scholarships as defined in §304.3.
- (b) The Secretary may award a grant that uses a percentage for scholarships, as determined by the Secretary, that is lower than that published under paragraph (a) of this section in exceptional circumstances if the Secretary determines that such an exception is necessary to achieve the purposes of the program.

 $(Authority \hbox{: } 20 \hbox{ U.S.C. } 1473(h))$ 

#### § 304.21 What are allowable costs?

In addition to the allowable costs established in the Education Department

General Administrative Regulations in 34 CFR 75.530 through 75.562, the following items are allowable expenditures by projects funded under the program:

- (a) Tuition and fees.
- (b) Student stipends and books.
- (c) Travel in conjunction with training assignments.

(Authority: 20 U.S.C. 1473(h))

# § 304.22 What are the requirements for grantees in disbursing scholarships?

Before disbursement of scholarship assistance to an individual, a grantee must—

- (a) Ensure that the scholar-
- (1) Is a citizen or national of the United States:
  - (2) Is a permanent resident of—
- (i) Puerto Rico, the United States Virgin Islands, Guam, American Samoa, or the Commonwealth of the Northern Mariana Islands; or
- (ii) The Republic of the Marshall Islands, the Federated States of Micronesia, or the Republic of Palau (during the period in which these entities are eligible to receive an award under the program); or
- (3) Provides evidence from the U.S. Immigration and Naturalization Service that the individual is—
- (i) A lawful permanent resident of the United States; or
- (ii) In the United States for other than a temporary purpose with the intention of becoming a citizen or permanent resident.
- (b) Limit scholarship assistance to the amount by which the individual's cost of attendance at the institution exceeds the amount of grant assistance the scholar is to receive for the same academic year under Title IV of the Higher Education Act; and
- (c) Obtain a Certification of Eligibility for Federal Assistance from each scholar, as prescribed in 34 CFR 75.60, 75.61, and 75.62.

(Approved by the Office of Management and Budget under control number 1820-0622)

(Authority: 20 U.S.C. 1473)